

By Mr. Foley, a petition (accompanied by bill, Senate, No. 565) of Daniel J. Foley for legislation relative to minimum commissions and duties for insurance agents. Insurance.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Seventy-seven.

AN ACT RELATIVE TO MINIMUM COMMISSIONS AND DUTIES FOR INSURANCE AGENTS.

Be it enacted by the Senate and House of Representatives in General Court assembled and by the authority of the same, as follows:

1 SECTION 1. General Laws, Chapter 175 is hereby further
2 amended by adding after Section 162C, the following new
3 section:

4 No insurer issuing or delivering in the Commonwealth a
5 motor vehicle policy as defined in section thirty-four A and
6 thirty-four O of Chapter ninety which do business through
7 independent licensed insurance agents pursuant to the so-
8 called American Agency System in the Commonwealth ex-
9 cluding, however, the designated agent as described and set
10 forth in Section sixteen of Chapter 266 of the Acts of 1974,
11 in consideration of the payment of a stated premium for such
12 policy, shall pay such agent a commission on such premium
13 which is not less than fifteen percent. In addition to all the
14 other duties and obligations imposed upon licensed agents in
15 this Commonwealth under this chapter, such licensed agent
16 shall among other things in consideration of earning the afore-
17 mentioned minimum commission on the placing of such poli-
18 cies of insurance, collect premiums including all surcharges im-
19 posed by chapter 266 of the Acts of 1976.

1 SECTION 2. This Section shall be effective, January 1, 1976.

